COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GRAYSON RURAL)		
ELECTRIC COOPERATIVE CORPORATION,)		
INC. FOR AN ADJUSTMENT TO ITS)	CASE NO.	94-418
RETAIL ELECTRIC POWER TARIFFS)		

ORDER

IT IS ORDERED that Grayson Rural Electric Cooperative Corporation, Inc. ("Grayson") shall file an original and 10 copies of the following information with this Commission, with a copy to all parties of record. Each copy of the information should be placed in a separate volume with each item numbered to correspond to the request included herein. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the person who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. The information is due no later than February 7, 1995.

- 1. Refer to Exhibit D of the application. Provide workpapers which show the derivation of the following amounts:
 - a. \$66,561 decrease in Section C rates.
- b. \$10,716 increase in load center rates for Section C consumers.
 - c. \$965,249 decrease in Section E rates.
- d. \$246,444 increase in load center rates for Section E consumers.

2. Refer to Exhibit E of the application. For each size light provide workpapers which show the derivation of the decrease in the fixed rate. These workpapers should identify the monthly energy (kwh) consumption for each size light and show how the decrease in Section E energy rates (per Exhibit D of the application) translates to a decrease in the fixed lighting rate.

3. In the event Grayson's wholesale power cost is ultimately reduced by an amount greater than the decrease that went into effect January 1, 1995, should the additional reduction be reflected in retail rates by using the same allocation methodology proposed by Grayson? If no, explain fully.

Done at Frankfort, Kentucky, this 24th day of January, 1995.

PUBLIC SERVICE COMMISSION

The Commission

ATTEST:

Executive Director